



## 288-2008 ADDENDUM 2

### SUPPLY AND DELIVERY OF BUS BRAKE SHOES AND REBUILT BRAKE SHOE ASSEMBLIES

#### **URGENT**

**PLEASE FORWARD THIS DOCUMENT TO WHOEVER IS IN POSSESSION OF THE BID OPPORTUNITY**

ISSUED: May 9, 2008  
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**THIS ADDENDUM SHALL BE INCORPORATED INTO THE BID OPPORTUNITY AND SHALL FORM A PART OF THE CONTRACT DOCUMENTS**

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**Please note the following and attached changes, corrections, additions, deletions, information and/or instructions in connection with the Bid Opportunity, and be governed accordingly. Failure to acknowledge receipt of this Addendum in Paragraph 8 of Form A: Bid may render your Bid non-responsive.**

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#### **PART A – BID SUBMISSION**

Replace: 288-2008 Bid Submission with 288-2008 Addendum 2 - Bid Submission. The following is a summary of changes incorporated in the replacement Bid Submission:

Form N: Price Adjustment Mechanism

Page numbering on some forms may be changed as a result.

#### **PART B – BIDDING PROCEDURES**

Revise: B6.1 to read: (c) Form N: Price Adjustment Mechanism

Add: B15. **PRICE ADJUSTMENT MECHANISM**

B15.1 Prices shall be fixed for the duration of the Contract except that:

- (a) for Items No. 15 to 21, effective the first Calendar Day of July 1, 2009 and July 1, 2010, the price portion of each Unit Price shall be increased or decreased in an amount equal to the cumulative increase or decrease in the Reference Price for the Reference Date / Time Period specified on Form N: Price Adjustment Mechanism to the Reference Price for the Reference Date / Time Period; and
- (b) all unit prices shall be increased or decreased in accordance with directly applicable increases or decreases in Federal or Manitoba taxes.

B15.2 The Prices for year one (1) of the Contract will be as stated on Form B: Prices and will be in effect until June 30, 2009.

B15.3 The Reference Benchmark shall:

- (a) be a benchmark or index which is directly related to the cost or the fair market price;
- (b) not be controlled solely or primarily, i.e., more than twenty percent (20%), by the Bidder;
- (c) be able to be verified through independent sources;
- (d) be available so as to provide notice at least three (3) Business Days prior to the period for which the price change will apply; and

(e) be determinable, i.e., conditions such as "to be determined" or "to be negotiated" will be deemed non-responsive.

- B15.3.1 The Bidder shall submit, at the request of the Contract Administrator, a written record of the proposed index for at least the most recent twelve (12) month period available.
- B15.4 Notwithstanding C11, the prices for year two (2) and year three (3) will be adjusted by the percentage increase in the "Bureau of Labor Statistic" United States Department of Labour from the previous year and will be adjusted on July 1, 2009 and July 1, 2010.
- B15.4.1 If there is a percentage decrease in the Price Index the prices will be adjusted for that year.
- B15.5 Unless otherwise stipulated by the Bidder in his Bid:
- (a) for Items No's. 15 to 21 all price adjustment calculations will be rounded to the nearest hundredth of a dollar (\$0.01).